



U.S. Department of Justice

Andrew E. Lelling

United States Attorney

District of Massachusetts

Main Reception: (617) 748-3100

*John Joseph Moakley United States Courthouse
1 Courthouse Way
Suite 9200
Boston, Massachusetts 02210*

September 24, 2020

R. Bradford Bailey, Esq.
Adamo L. Lanza, Esq.
Brad Bailey Law, P.C.
44 School Street, Suite 1000B
Boston, Massachusetts 02108

Re: United States v. James E. Levin
Criminal No. 16-CR-40031-TSH

Dear Attorneys Bailey and Lanza:

The United States Attorney for the District of Massachusetts (“the U.S. Attorney”) and your client, James E. Levin (“Defendant”), agree as follows, pursuant to Federal Rule of Criminal Procedure 11(c)(1)(B):

1. Change of Plea

No later than September 30, 2020, Defendant will plead guilty to counts One through Four of the Indictment: Conspiracy to Commit Wire Fraud, in violation of 18 U.S.C. § 1349; Wire Fraud, in violation of 18 U.S.C. § 1343; Conspiracy to Defraud the United States, in violation of 18 U.S.C. § 286; and Submitting False, Fictitious or Fraudulent Claims, in violation of 18 U.S.C. § 287. Defendant admits that he committed the crimes specified in these counts and is in fact guilty of each one.

2. Penalties

Defendant faces the following maximum penalties:

(1) Conspiracy to Commit Wire Fraud and Wire Fraud – incarceration for 20 years; supervised release for 3 years; a fine of \$1,000,000 or twice the gross gain or loss; a mandatory

special assessment of \$100; restitution; and forfeiture to the extent charged in the Indictment;

(2) Conspiracy to Defraud the United States – incarceration for 10 years; supervised release for 3 years; a fine of \$250,000 or twice the gross gain or loss; a mandatory special assessment of \$100; restitution; and forfeiture to the extent charged in the Indictment; and

(3) Submitting False Claims – incarceration for 5 years; supervised release for 3 years; a fine of \$250,000 or twice the gross gain or loss; a mandatory special assessment of \$100; restitution; and forfeiture to the extent charged in the Indictment.

3. Sentencing Guidelines

The U.S. Attorney agrees, based on the following calculations, that Defendant's total "offense level" under the Guidelines is 22:

- a) Defendant's base offense level is 7, because the offense of conviction has a statutory maximum term of imprisonment of 20 years or more (USSG §2B1.1(a)(1));
- b) Defendant's offense level is increased by 16, because Defendant's conduct caused a loss of more than \$1,500,000 but not more than \$3,500,000 (USSG §2B1.1(b)(1)(I));
- c) Defendant's offense level is increased by 2, because the offense otherwise involved sophisticated means and Defendant intentionally engaged in or caused the conduct constituting sophisticated means (USSG §2B1.1(b)(10)(C)); and
- d) Defendant's offense level is decreased by 3, because Defendant has accepted responsibility for Defendant's crimes (USSG § 3E1.1).

Defendant agrees that Defendant's base offense level is 7 pursuant to USSG §2B1.1(a)(1). Defendant reserves the right to argue that the loss amount is at least (but not less than) \$550,000 but less than \$1,500,000, resulting in an enhancement of 14 pursuant to USSG §2B1.1(b)(1)(H), and that the sophisticated means enhancement does not apply.

Defendant understands that the Court is not required to follow this calculation, and that Defendant may not withdraw his guilty plea if Defendant disagrees with how the Court calculates the Guidelines or with the sentence the Court imposes.

Defendant also understands that the government will object to any reduction in his sentence based on acceptance of responsibility if: (a) at sentencing, Defendant (himself or through counsel) indicates that he does not fully accept responsibility for having engaged in the conduct underlying each of the elements of the crime(s) to which he is pleading guilty; or (b) by the time of sentencing, Defendant has committed a new federal or state offense, or has in any way obstructed justice.

If, after signing this Agreement, Defendant's criminal history score or Criminal History Category is reduced, the U.S. Attorney reserves the right to seek an upward departure under the Guidelines.

Nothing in this Plea Agreement affects the U.S. Attorney's obligation to provide the Court and the U.S. Probation Office with accurate and complete information regarding this case.

4. Sentence Recommendation

The U.S. Attorney agrees to recommend the following sentence to the Court:

- a) incarceration within the Guidelines sentencing range as calculated by the Court at sentencing, excluding departures;
- b) a fine within the Guidelines sentencing range as calculated by the Court at sentencing, excluding departures, unless the Court finds that Defendant is not able, and is not likely to become able, to pay a fine;
- c) 36 months of supervised release;
- d) a mandatory special assessment of \$400, which Defendant must pay to the Clerk of the Court by the date of sentencing;
- e) mandatory restitution, pursuant to 18 U.S.C. §§3663A and 3664, in an amount to be determined by the Court at sentencing; and
- f) forfeiture as set forth in Paragraph 6.

5. Waiver of Appellate Rights and Challenges to Conviction or Sentence

Defendant has the right to challenge his conviction and sentence on "direct appeal." This means that Defendant has the right to ask a higher court (the "appeals court") to look at what happened in this case and, if the appeals court finds that the trial court or the parties made certain mistakes, overturn Defendant's conviction or sentence. Also, in some instances, Defendant has the right to file a separate civil lawsuit claiming that serious mistakes were made in this case and that his conviction or sentence should be overturned.

Defendant understands that he has these rights, but now agrees to give them up. Specifically, Defendant agrees that:

- a) He will not challenge his conviction on direct appeal or in any other proceeding, including in a separate civil lawsuit; and
- b) He will not challenge his sentence, including any court orders related to forfeiture, restitution, fines or supervised release, on direct appeal or in any

other proceeding, including in a separate civil lawsuit.

Defendant understands that, by agreeing to the above, he is agreeing that his conviction and sentence will be final when the Court issues a written judgment after the sentencing hearing in this case. That is, after the Court issues a written judgment, Defendant will lose the right to appeal or otherwise challenge his conviction and sentence, regardless of whether he later changes his mind or finds new information that would have led him not to agree to give up these rights in the first place.

Defendant acknowledges that he is agreeing to give up these rights at least partly in exchange for concessions the U.S. Attorney is making in this Agreement.

The parties agree that, despite giving up these rights, Defendant keeps the right to later claim that his lawyer rendered ineffective assistance of counsel, or that the prosecutor or a member of law enforcement involved in the case engaged in intentional misconduct serious enough to entitle Defendant to have his conviction or sentence overturned.

6. Forfeiture

Defendant understands that the Court will, upon acceptance of Defendant's guilty plea, enter an order of forfeiture as part of Defendant's sentence, and that the order of forfeiture may include assets directly traceable to Defendant's offense, assets used to facilitate Defendant's offense, substitute assets and/or a money judgment equal to the value of the property derived from, or otherwise involved in, the offense.

The assets to be forfeited specifically include, without limitation, the following:

- a. An amount of United States currency equal to the amount of proceeds the defendant obtained as a result of the offenses, to be determined by the Court at sentencing, to be entered in the form of an Order of Forfeiture (Money Judgment).

Defendant admits that an amount equal to the amount of money the Defendant obtained from the offenses, subject to the limitation contained in this paragraph, said amount to be determined by the Court at sentencing, is proceeds and is subject to forfeiture. For purposes of forfeiture, "proceeds" means the amount of money acquired through the offenses, less the direct costs incurred. The Defendant bears the burden of proof with respect to the issue of direct costs; which shall not include any part of overhead expenses, or any part of income taxes paid by the Defendant or any entities involved in the offenses. The government maintains that the proceeds to be used in the money judgment is an amount equal to \$2,390,000 minus the amount of money paid for 5 May Street (\$435,000); but no other charges. Subject to the limitations of this paragraph, the Defendant is free to argue that additional items constitute "direct costs" and agrees to provide the government notice of any such specific claims, and any evidence he intends to rely on in making such arguments, no later than 21 days before sentencing.

Defendant acknowledges and agrees that the amount of the forfeiture money judgment represents proceeds the Defendant obtained (directly or indirectly) from the crimes to which Defendant is pleading guilty and that, due at least in part to the acts or omissions of Defendant, the proceeds or property have been transferred to, or deposited with, a third party, spent, cannot be located upon exercise of due diligence, placed beyond the jurisdiction of the Court, substantially diminished in value, or commingled with other property which cannot be divided without difficulty. Accordingly, Defendant agrees that the United States is entitled to forfeit as “substitute assets” any other assets of Defendant up to the value of the now missing directly forfeitable assets.

Defendant agrees to consent to the entry of an order of forfeiture for such property and waives the requirements of Federal Rules of Criminal Procedure 11(b)(1)(J), 32.2, and 43(a) regarding notice of the forfeiture in the charging instrument, advice regarding the forfeiture at the change-of-plea hearing, announcement of the forfeiture at sentencing, and incorporation of the forfeiture in the judgment. Defendant understands and agrees that forfeiture shall not satisfy or affect any fine, lien, penalty, restitution, cost of imprisonment, tax liability or any other debt owed to the United States.

If the U.S. Attorney requests, Defendant shall deliver to the U.S. Attorney within 30 days after signing this Plea Agreement a sworn financial statement disclosing all assets in which Defendant currently has any interest and all assets over which Defendant has exercised control, or has had any legal or beneficial interest. Defendant further agrees to be deposed with respect to Defendant’s assets at the request of the U.S. Attorney. Defendant agrees that the United States Department of Probation may share any financial information about the Defendant with the United States Attorney’s Office.

Defendant also agrees to waive all constitutional, legal, and equitable challenges (including direct appeal, habeas corpus, or any other means) to any forfeiture carried out in accordance with this Plea Agreement.

Defendant hereby waives and releases any claims Defendant may have to any vehicles, currency, or other personal property seized by the United States, or seized by any state or local law enforcement agency and turned over to the United States, during the investigation and prosecution of this case, and consents to the forfeiture of all such assets.

7. Civil Liability

This Plea Agreement does not affect any civil liability, including any tax liability, Defendant has incurred or may later incur due to his criminal conduct and guilty plea to the charges specified in Paragraph 1 of this Agreement.

8. Breach of Plea Agreement

Defendant understands that if he breaches any provision of this Agreement, Defendant cannot use that breach as a reason to withdraw his guilty plea. Defendant’s breach, however, would give the U.S. Attorney the right to be released from his commitments under this Agreement, and

would allow the U.S. Attorney to pursue any charges that were, or are to be, dismissed under this Agreement.

If Defendant breaches any provision of this Agreement, the U.S. Attorney would also have the right to use against Defendant any of Defendant's statements, and any information or materials he provided to the government during investigation or prosecution of his case. The U.S. Attorney would have this right even if the parties had entered any earlier written or oral agreements or understandings about this issue.

Finally, if Defendant breaches any provision of this Agreement, he thereby waives any defenses based on the statute of limitations, constitutional protections against pre-indictment delay, and the Speedy Trial Act, that Defendant otherwise may have had to any charges based on conduct occurring before the date of this Agreement.

9. Who is Bound by Plea Agreement

This Agreement is only between Defendant and the U.S. Attorney for the District of Massachusetts. It does not bind the Attorney General of the United States or any other federal, state, or local prosecuting authorities.

10. Modifications to Plea Agreement

This Agreement can be modified or supplemented only in a written memorandum signed by both parties, or through proceedings in open court.

* * *

If this letter accurately reflects the agreement between the U.S. Attorney and Defendant, please have Defendant sign the Acknowledgment of Plea Agreement below. Please also sign below as Witness. Return the original of this letter to Assistant U.S. Attorney Michelle L. Dineen Jerrett.

Sincerely,

ANDREW E. LELLING
United States Attorney

By:


GREG A. FRIEDHOLM
Chief, Worcester Branch Office


MICHELLE L. DINEEN JERRETT
Assistant U.S. Attorney

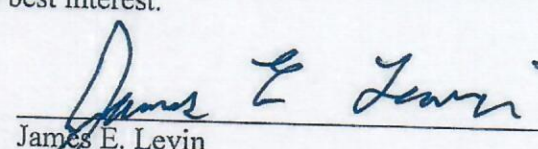
ACKNOWLEDGMENT OF PLEA AGREEMENT

I have read this letter and discussed it with my attorney. The letter accurately presents my agreement with the United States Attorney's Office for the District of Massachusetts. There are no unwritten agreements between me and the United States Attorney's Office, and no United States government official has made any unwritten promises or representations to me in connection with my guilty plea. I have received no prior offers to resolve this case.

I understand the crimes I am pleading guilty to, and the maximum penalties for those crimes. I have discussed the Sentencing Guidelines with my lawyer and I understand the sentencing ranges that may apply.

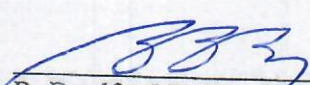
I am satisfied with the legal representation my lawyer has given me and we have had enough time to meet and discuss my case. We have discussed the charges against me, possible defenses I might have, the terms of this Agreement and whether I should go to trial.

I am entering into this Agreement freely and voluntarily and because I am in fact guilty of the offenses. I believe this Agreement is in my best interest.


James E. Levin
Defendant

Date: 9/24/2020

I certify that James E. Levin has read this Agreement and that we have discussed what it means. I believe James E. Levin understands the Agreement and is entering into it freely, voluntarily, and knowingly. I also certify that the U.S. Attorney has not extended any other offers regarding a change of plea in this case.


R. Bradford Bailey, Esq.
Adamo L. Lanza, Esq.
Attorneys for Defendant

Date: 9-25-20